## AMENDED IN ASSEMBLY APRIL 10, 2014

CALIFORNIA LEGISLATURE—2013-14 REGULAR SESSION

## ASSEMBLY BILL

No. 2197

## Introduced by Assembly Member Mullin (Coauthors: Assembly Members Bonta, Levine, Ting, and Wieckowski)

February 20, 2014

An act to amend Sections 4456.5 and 4463 of, to amend, repeal, and add Sections 4456, 5201, 5202, 5901, and 40610 of, and to add Sections 1686 and 4456.6 to, the Vehicle Code, relating to vehicles.

## LEGISLATIVE COUNSEL'S DIGEST

AB 2197, as amended, Mullin. Vehicles: temporary license plates. Existing law requires the Department of Motor Vehicles (DMV), upon registering a vehicle, to issue to the owner 2 license plates, as specified. Existing law also requires that the license plates be securely fastened to the vehicle for which they are issued, and makes a violation of this requirement a crime.

Existing law requires vehicle dealers and lessor-retailers to attach numbered report-of-sale forms issued by the DMV to a vehicle at the time of sale, and to submit to the DMV an application for registration of the vehicle, and the applicable fees, within a specified period after the date of sale.

This bill would require the DMV, in collaboration with qualified industry partners, to develop to issue a request for proposals on or before April 1, 2015, for the development of a temporary license plate system to that would become operational on or before July 1, 2015, and that would enable vehicle dealers and lessor-retailers to print temporary license plates on weatherproof paper or other media selected

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by the DMV, and would require that the system be in operation on or before July 1, 2015. The bill would also require, commencing July 1, 2015, a motor vehicle dealer or lessor-retailer to install-a temporary license plates at the time of sale, and to electronically record and transmit to the department's vehicle registration database certain information to the temporary license plate system, including the temporary license-plate's plates' number and vehicle's make and model, using the temporary license plate system. The bill would authorize vehicle dealers and the DMV to impose fees for temporary license plate processing, as specified. The bill would make failure to display temporary license plates an infraction, and would make counterfeiting a temporary license plate a felony, as specified. By creating a new crime and expanding the scope of an existing crime, this bill would impose a state-mandated local program. The bill would make the operation of these requirements and criminal penalties contingent upon the temporary license plate system becoming operational. The bill would also make other related and conforming changes.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

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The people of the State of California do enact as follows:

- 1 SECTION 1. The Legislature finds and declares all of the 2 following:
  - (a) California is one of the few states in the nation where a purchaser may lawfully leave the motor vehicle dealership after buying a new vehicle with no uniquely identifiable license plate mounted on the vehicle.
- 7 (b) State law permits a vehicle to be driven for up to 90 days 8 before it must be registered with permanent license plates mounted 9 on the vehicle.
- 10 (c) While state law requires that a vehicle owner install permanent license-plate plates on a vehicle upon receipt of those plates, law enforcement cannot readily determine from a distance the date by which a vehicle should have its plates installed.

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(d) The lack of license plates on hundreds of thousands of vehicles across the state is a threat to public safety as it hampers the ability of law enforcement to solve crimes and recover stolen vehicles, identify stolen vehicles, and locate wanted persons and vehicles using modern technology, such as automated license plate readers, surveillance cameras, or photo enforcement systems.

- (e) The lack of temporary license plates is also the greatest cause of toll evasion in California. In the 2012–13 fiscal year, California's toll roads and bridges lost approximately \$12 million in uncollected tolls from drivers who evaded tolls by driving vehicles without license plates.
- (f) In 2011, the Legislature enacted Assembly Bill 1215, which requires all new motor vehicle dealerships to participate in the Business Partner Automation Program and to conduct all vehicle registrations and related transactions electronically.
- (g) Electronic vehicle registration results in faster delivery of license plates to vehicle owners, but hundreds of thousands of vehicles continue to be driven each day on the roads and highways without license plates.
- (h) To improve public safety and reduce toll evasion, the Legislature intends to further expand the Business Partner Automation Program to establish a statewide temporary license plate program under which every vehicle sold in California without a-permanent license plate plates attached will be equipped with-a temporary license plate bearing plates that bear a unique identification number and expiration date, and that will be placed in the license plate location on the front and rear of the vehicle.
  - SEC. 2. Section 1686 is added to the Vehicle Code, to read:
- 1686. (a) The department, in collaboration with qualified industry partners, shall develop a system for the department and shall, on or before April 1, 2015, issue a request for proposals for the development of a temporary license plate system that shall become operational on or before July 1, 2015, and that shall enable vehicle dealers and lessor-retailers and any other similar entities authorized by the department pursuant to regulation to print temporary license plates on weatherproof paper or other media selected by the department pursuant to subdivision (d) of Section 4456.6, on using a standard laser printer at the dealership. The system shall enable a dealer or lessor-retailer to point of sale. A system user shall electronically record and transmit to the

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department's vehicle registration database the temporary license plate's unique identification number, vehicle identification number, 2 3 vehicle make, model, and year, vehicle owner's name and address, 4 and any other temporary license plate system the vehicle and owner 5 identification information required by Section 4456.6.

(b) The department may impose a fee on vehicle dealers and lessor-retailers for processing temporary license plates that does not exceed the reasonable costs to the department of procuring and maintaining the system.

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- (c) (1) Access to the temporary license plate system shall be restricted to authorized users of the department's vehicle registration database, which includes law enforcement database.
- (2) The temporary license plate system shall be designed to allow access by law enforcement officers-who shall be able to access the system from their vehicles using the California Law Enforcement Telecommunications System.
- (3) Access to the temporary license plate system shall be provided only by first-line service providers, as defined in subdivision (b) of Section 1685, that are authorized by the department to provide access to the system.

<del>(e)</del>

- (d) The temporary license plate system shall transmit vehicle, temporary plate license number, and ownership information to the department's vehicle registration database within two working
- (d) The temporary license plate system shall be in operation on or before July 1, 2015.
- (e) A dealer or lessor-retailer shall issue temporary license plates at the point of sale of any vehicle that is sold without permanent license plates mounted on the vehicle.
- (f) Any requirement or criminal penalty related to the use of the temporary license plate system and temporary license plates shall be contingent upon the temporary license plate system becoming operative, including, but not limited to, the requirements and penalties set forth in Sections 4456, 4456.6, 5201, 5202, and 40610.
  - SEC. 3. Section 4456 of the Vehicle Code is amended to read:
- 38 4456. (a) When selling a vehicle, dealers and lessor-retailers 39 shall use numbered report-of-sale forms issued by the department.

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The forms shall be used in accordance with the following terms and conditions:

- (1) The dealer or lessor-retailer shall attach for display a copy of the report of sale on the vehicle before the vehicle is delivered to the purchaser.
- (2) The dealer or lessor-retailer shall submit to the department an application accompanied by all fees and penalties due for registration or transfer of registration of the vehicle within 30 days from the date of sale, as provided in subdivision (c) of Section 9553, if the vehicle is a used vehicle, and 20 days if the vehicle is a new vehicle. Penalties due for noncompliance with this paragraph shall be paid by the dealer or lessor-retailer. The dealer or lessor-retailer shall not charge the purchaser for the penalties.
- (3) As part of an application to transfer registration of a used vehicle, the dealer or lessor-retailer shall include all of the following information on the certificate of title, application for a duplicate certificate of title, or form prescribed by the department:
  - (A) Date of sale and report of sale number.
  - (B) Purchaser's name and address.
- (C) Dealer's name, address, number, and signature or signature of authorized agent.
  - (D) Salesperson number.

- (4) If the department returns an application and the application was first received by the department within 30 days of the date of sale of the vehicle if the vehicle is a used vehicle, and 20 days if the vehicle is a new vehicle, the dealer or lessor-retailer shall submit a corrected application to the department within 50 days from the date of sale of the vehicle if the vehicle is a used vehicle, and 40 days if the vehicle is a new vehicle, or within 30 days from the date that the application is first returned by the department if the vehicle is a used vehicle, and 20 days if the vehicle is a new vehicle, whichever is later.
- (5) If the department returns an application and the application was first received by the department more than 30 days from the date of sale of the vehicle if the vehicle is a used vehicle, and 20 days if the vehicle is a new vehicle, the dealer or lessor-retailer shall submit a corrected application to the department within 50 days from the date of sale of the vehicle if the vehicle is a used vehicle, and 40 days if the vehicle is a new vehicle.

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(6) An application first received by the department more than 50 days from the date of sale of the vehicle if the vehicle is a used vehicle, and 40 days if the vehicle is a new vehicle, is subject to the penalties specified in subdivisions (a) and (b) of Section 4456.1.

- (7) The dealer or lessor-retailer shall report the sale pursuant to Section 5901.
- (b) (1) A transfer that takes place through a dealer conducting a wholesale vehicle auction shall be reported to the department by that dealer on a single form approved by the department. The completed form shall contain, at a minimum, all of the following information:
- (A) The name and address of the seller. 12
  - (B) The seller's dealer number, if applicable.
  - (C) The date of delivery to the dealer conducting the auction.
  - (D) The actual mileage of the vehicle as indicated by the vehicle's odometer at the time of delivery to the dealer conducting the auction.
  - (E) The name, address, and occupational license number of the dealer conducting the auction.
  - (F) The name, address, and occupational license number of the buyer.
    - (G) The signature of the dealer conducting the auction.
  - (2) Submission of the completed form specified in paragraph (1) to the department shall fully satisfy the requirements of subdivision (a) and subdivision (a) of Section 5901 with respect to the dealer selling at auction and the dealer conducting the auction.
  - (3) The single form required by this subdivision does not relieve a dealer of any obligation or responsibility that is required by any other provision of law.
  - (c) A vehicle displaying a copy of the report of sale may be operated without license plates or registration card until either of the following, whichever occurs first:
  - (1) The license plates and registration card are received by the purchaser.
- (2) A 90-day period, commencing with the date of sale of the 36 vehicle, has expired.
  - (d) This section shall become inoperative on July 1, 2015, and, as of January 1, 2016, is repealed, unless a later enacted statute,

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that becomes operative on or before January 1, 2016, deletes or extends the dates on which it becomes inoperative and is repealed.

- (d) This section shall become inoperative on the date that the temporary license plate system described in Section 1686 becomes operational and the director prominently posts a declaration to that effect on the department's Internet Web site, and is repealed on January 1 of the following year.
  - SEC. 4. Section 4456 is added to the Vehicle Code, to read:
- 4456. (a) When selling a vehicle, dealers and lessor-retailers shall use numbered report-of-sale forms issued by the department. The forms shall be used in accordance with the following terms and conditions:
- (1) The dealer or lessor-retailer shall attach for display a copy of the report of sale on the vehicle before the vehicle is delivered to the purchaser.
- (2) The dealer or lessor-retailer shall submit to the department an application accompanied by all fees and penalties due for registration or transfer of registration of the vehicle within 30 days from the date of sale, as provided in subdivision (c) of Section 9553, if the vehicle is a used vehicle, and 20 days if the vehicle is a new vehicle. Penalties due for noncompliance with this paragraph shall be paid by the dealer or lessor-retailer. The dealer or lessor-retailer shall not charge the purchaser for the penalties.
- (3) As part of an application to transfer registration of a used vehicle, the dealer or lessor-retailer shall include all of the following information on the certificate of title, application for a duplicate certificate of title, or form prescribed by the department:
  - (A) Date of sale and report of sale number.
  - (B) Purchaser's name and address.
- (C) Dealer's name, address, number, and signature or signature of authorized agent.
  - (D) Salesperson number.

(4) If the department returns an application and the application was first received by the department within 30 days of the date of sale of the vehicle if the vehicle is a used vehicle, and 20 days if the vehicle is a new vehicle, the dealer or lessor-retailer shall submit a corrected application to the department within 50 days from the date of sale of the vehicle if the vehicle is a used vehicle, and 40 days if the vehicle is a new vehicle, or within 30 days from the date that the application is first returned by the department if

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the vehicle is a used vehicle, and 20 days if the vehicle is a new vehicle, whichever is later.

- (5) If the department returns an application and the application was first received by the department more than 30 days from the date of sale of the vehicle if the vehicle is a used vehicle, and 20 days if the vehicle is a new vehicle, the dealer or lessor-retailer shall submit a corrected application to the department within 50 days from the date of sale of the vehicle if the vehicle is a used vehicle, and 40 days if the vehicle is a new vehicle.
- (6) An application first received by the department more than 50 days from the date of sale of the vehicle if the vehicle is a used vehicle, and 40 days if the vehicle is a new vehicle, is subject to the penalties specified in subdivisions (a) and (b) of Section 4456.1.
- (7) The dealer or lessor-retailer shall report the sale pursuant to Section 5901.
- (b) (1) A transfer that takes place through a dealer conducting a wholesale vehicle auction shall be reported to the department by that dealer on a single form approved by the department. The completed form shall contain, at a minimum, all of the following information:
  - (A) The name and address of the seller.
  - (B) The seller's dealer number, if applicable.
  - (C) The date of delivery to the dealer conducting the auction.
- (D) The actual mileage of the vehicle as indicated by the vehicle's odometer at the time of delivery to the dealer conducting the auction.
- (E) The name, address, and occupational license number of the dealer conducting the auction.
- (F) The name, address, and occupational license number of the buyer.
  - (G) The signature of the dealer conducting the auction.
- (2) Submission of the completed form specified in paragraph (1) to the department shall fully satisfy the requirements of subdivision (a) of this section and subdivision (a) of Section 5901 with respect to the dealer selling at auction and the dealer conducting the auction.
- (3) The single form required by this subdivision does not relieve a dealer of any obligation or responsibility that is required by any other provision of law.

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(c) The dealer or lessor-retailer shall affix a temporary license plate to *the front and rear of* any vehicle sold without a permanent license plate attached to the vehicle at the time of sale. A vehicle displaying a temporary license plate may be operated without permanent license plates or registration card until either of the following, whichever occurs first:

- (1) The permanent license plates and registration card are received by the purchaser.
- (2) A 90-day period, commencing with the date of sale of the vehicle, has expired.
- (d) This section shall become operative on July 1, 2015 the date that the temporary license plate system described in Section 1686 becomes operational and the director prominently posts a declaration to that effect on the department's Internet Web site.
- SEC. 5. Section 4456.5 of the Vehicle Code is amended to read:
- 4456.5. (a) A dealer may charge the purchaser or lessee of a vehicle the following charges:
- (1) A document processing charge for the preparation and processing of documents, disclosures, and titling, registration, and information security obligations imposed by state and federal law. The dealer document processing charge shall not be represented as a governmental fee.
- (A) If a dealer has a contractual agreement with the department to be a private industry partner pursuant to Section 1685, the document processing charge shall not exceed eighty dollars (\$80).
- (B) If a dealer does not have a contractual agreement with the department to be a private industry partner pursuant to Section 1685, the document processing charge shall not exceed sixty-five dollars (\$65).
- (2) An electronic filing charge, not to exceed the actual amount the dealer is charged by a first-line service provider for providing license plate processing, temporary license plate processing, postage, and the fees and services authorized pursuant to subdivisions (a) and (d) of Section 1685. The director may establish, through the adoption of regulations, the maximum amount that a first-line service provider may charge a dealer. The electronic filing charge shall not be represented as a governmental fee.

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 (3) A temporary license plate processing charge that does not exceed the applicable maximum amount established by the department through the adoption of regulations. The department may adopt different maximum amounts for dealers that have contractual agreements with the department to be private industry partners pursuant to Section 1685 and those that do not, but any maximum amount established by the department shall be reasonably related to the costs of providing these services.

- (b) As used in this section, the term "first-line service provider" shall have the same meaning as defined in subdivision (b) of Section 1685.
- SEC. 6. Section 4456.6 is added to the Vehicle Code, to read: 4456.6. (a) A motor vehicle dealer shall, at the point of sale, install a temporary license plate in the *front and* rear license plate holder of a vehicle sold without permanent license plates. The dealer shall electronically record the temporary license—plate's plates' number, vehicle identification number, vehicle make, model, and year, and vehicle owner's name and address using an electronic program provided by a qualified private industry partner pursuant to Section 1686 first-line service provider, as defined in subdivision (b) of Section 1685. An independent dealer that does not have a contractual agreement with the department to be a private industry partner shall utilize a first-line service provider to access the temporary license plate system.
- (b) The temporary license plate is valid for up to 45 days. A temporary license plate may be reissued for the same vehicle by the motor vehicle dealer or the department for an additional 45-day period.
- (c) A temporary license plate shall contain, at a minimum, all of the following:
  - (1) A unique identification number.
  - (2) The expiration date of the temporary license plate.
  - (3) The vehicle's make and model.
- (d) The department shall designate specifications for the paper or other media upon which the temporary license plate is printed and any other requirements to prevent tampering and counterfeiting. The paper or other media shall be weatherproof so that it maintains its structural integrity, including graphic and data adhesion, in all weather conditions *for up to 45 days* after being placed on the vehicle.

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(e) The unique identification number shall be printed in black ink on white paper or other media consistent with standards adopted by the department that provide optimal readability by law enforcement and automated—licence license plate recognition systems.

- (f) The temporary license plates may include the name of the dealership, if the name does not interfere with the readability of the license plate by law enforcement or by automated license plate recognition systems.
- (g) The printing and electronic recording of temporary license plates does not constitute separate transactions subject to the fees established by Section 1685.

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- (g) This section shall become operative on July 1, 2015 the date that the temporary license plate system described in Section 1686 becomes operational and the director prominently posts a declaration to that effect on the department's Internet Web site.
- SEC. 7. Section 4463 of the Vehicle Code is amended to read: 4463. (a) A person who, with intent to prejudice, damage, or defraud, commits any of the following acts is guilty of a felony and upon conviction thereof shall be punished by imprisonment pursuant to subdivision (h) of Section 1170 of the Penal Code for 16 months or two or three years, or by imprisonment in a county jail for not more than one year:
- (1) Alters, forges, counterfeits, or falsifies a certificate of ownership, registration card, certificate, license, license plate, temporary license plate, device issued pursuant to Section 4853, special plate, or permit provided for by this code or a comparable certificate of ownership, registration card, certificate, license, license plate, temporary license plate, device comparable to that issued pursuant to Section 4853, special plate, or permit provided for by a foreign jurisdiction, or alters, forges, counterfeits, or falsifies the document, device, or plate with intent to represent it as issued by the department, or alters, forges, counterfeits, or falsifies with fraudulent intent an endorsement of transfer on a certificate of ownership or other document evidencing ownership, or with fraudulent intent displays or causes or permits to be displayed or have in his or her possession a blank, incomplete, canceled, suspended, revoked, altered, forged, counterfeit, or false certificate of ownership, registration card, certificate, license,

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1 license plate, temporary license plate, device issued pursuant to 2 Section 4853, special plate, or permit.

- (2) Utters, publishes, passes, or attempts to pass, as true and genuine, a false, altered, forged, or counterfeited matter listed in paragraph (1) knowing it to be false, altered, forged, or counterfeited.
- (b) A person who, with intent to prejudice, damage, or defraud, commits any of the following acts is guilty of a misdemeanor, and upon conviction thereof shall be punished by imprisonment in a county jail for six months, a fine of not less than five hundred dollars (\$500) and not more than one thousand dollars (\$1,000), or both that fine and imprisonment, which penalty shall not be suspended:
- (1) Forges, counterfeits, or falsifies a disabled person placard or a comparable placard relating to parking privileges for disabled persons provided for by a foreign jurisdiction, or forges, counterfeits, or falsifies a disabled person placard with intent to represent it as issued by the department.
- (2) Passes, or attempts to pass, as true and genuine, a false, forged, or counterfeit disabled person placard knowing it to be false, forged, or counterfeited.
- (3) Acquires, possesses, sells, or offers for sale a genuine or counterfeit disabled person placard.
- (c) A person who, with fraudulent intent, displays or causes or permits to be displayed a forged, counterfeit, or false disabled person placard, is subject to the issuance of a notice of parking violation imposing a civil penalty of not less than two hundred fifty dollars (\$250) and not more than one thousand dollars (\$1,000), for which enforcement shall be governed by the procedures set forth in Article 3 (commencing with Section 40200) of Chapter 1 of Division 17 or is guilty of a misdemeanor punishable by imprisonment in a county jail for six months, a fine of not less than two hundred fifty dollars (\$250) and not more than one thousand dollars (\$1,000), or both that fine and imprisonment, which penalty shall not be suspended.
- (d) For purposes of subdivision (b) or (c), "disabled person placard" means a placard issued pursuant to Section 22511.55 or 22511.59.
- 39 (e) A person who, with intent to prejudice, damage, or defraud, 40 commits any of the following acts is guilty of an infraction, and

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upon conviction thereof shall be punished by a fine of not less than one hundred dollars (\$100) and not more than two hundred fifty dollars (\$250) for a first offense, not less than two hundred fifty dollars (\$250) and not more than five hundred dollars (\$500) for a second offense, and not less than five hundred dollars (\$500) and not more than one thousand dollars (\$1,000) for a third or subsequent offense, which penalty shall not be suspended:

- (1) Forges, counterfeits, or falsifies a Clean Air Sticker or a comparable clean air sticker relating to high occupancy vehicle lane privileges provided for by a foreign jurisdiction, or forges, counterfeits, or falsifies a Clean Air Sticker with intent to represent it as issued by the department.
- (2) Passes, or attempts to pass, as true and genuine, a false, forged, or counterfeit Clean Air Sticker knowing it to be false, forged, or counterfeited.
- (3) Acquires, possesses, sells, or offers for sale a counterfeit Clean Air Sticker.
- (4) Acquires, possesses, sells, or offers for sale a genuine Clean Air Sticker separate from the vehicle for which the department issued that sticker.
- (f) As used in this section, "Clean Air Sticker" means a label or decal issued pursuant to Sections 5205.5 and 21655.9.
- SEC. 8. Section 5201 of the Vehicle Code is amended to read: 5201. (a) License plates shall at all times be securely fastened to the vehicle for which they are issued so as to prevent the plates from swinging, shall be mounted in a position so as to be clearly visible, and so that the characters are upright and display from left to right, and shall be maintained in a condition so as to be clearly legible. The rear license plate shall be mounted not less than 12 inches nor more than 60 inches from the ground, and the front license plate shall be mounted not more than 60 inches from the ground, except as follows:
- (1) The rear license plate on a tow truck or repossessor's tow vehicle may be mounted on the left-hand side of the mast assembly at the rear of the cab of the vehicle, not less than 12 inches nor more than 90 inches from the ground.
- (2) The rear license plate on a tank vehicle hauling hazardous waste, as defined in Section 25117 of the Health and Safety Code, or asphalt material may be mounted not less than 12 inches nor more than 90 inches from the ground.

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 (3) The rear license plate on a truck tractor may be mounted at the rear of the cab of the vehicle, but not less than 12 inches nor more than 90 inches from the ground.

- (4) The rear license plate of a vehicle designed by the manufacturer for the collection and transportation of garbage, rubbish, or refuse that is used regularly for the collection and transportation of that material by a person or governmental entity employed to collect, transport, and dispose of garbage, rubbish, or refuse may be mounted not less than 12 inches nor more than 90 inches from the ground.
- (5) The rear license plate on a two-axle livestock trailer may be mounted 12 inches or more, but not more than 90 inches, from the ground.
- (6) (A) The rear license plate on a dump bed motortruck equipped with a trailing, load bearing swing axle shall be mounted more than 12 inches, but not more than 107 inches, from the ground.
- (B) As used in this section, a trailing, load bearing swing axle is an axle which can be moved from a raised position to a position behind the vehicle that allows for the transfer of a portion of the weight of the vehicle and load to the trailing axle.
- (b) A covering shall not be used on license plates except as follows:
- (1) The installation of a cover over a lawfully parked vehicle to protect it from the weather and the elements does not constitute a violation of this subdivision. A peace officer or other regularly salaried employee of a public agency designated to enforce laws, including local ordinances, relating to the parking of vehicles may temporarily remove so much of the cover as is necessary to inspect any license plate, tab, or indicia of registration on a vehicle.
- (2) The installation of a license plate security cover is not a violation of this subdivision if the device does not obstruct or impair the recognition of the license plate information, including, but not limited to, the issuing state, license plate number, and registration tabs, and the cover is limited to the area directly over the top of the registration tabs. No portion of a license plate security cover shall rest over the license plate number.
- (c) A casing, shield, frame, border, product, or other device that obstructs or impairs the reading or recognition of a license plate by an electronic device operated by state or local law enforcement,

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an electronic device operated in connection with a toll road, high-occupancy toll lane, toll bridge, or other toll facility, or a remote emission sensing device, as specified in Sections 44081 and 44081.6 of the Health and Safety Code, shall not be installed on, or affixed to, a vehicle.

- (d) (1) It is the intent of the Legislature that an accommodation be made to persons with disabilities and to those persons who regularly transport persons with disabilities, to allow the removal and relocation of wheelchair lifts and wheelchair carriers without the necessity of removing and reattaching the vehicle's rear license plate. Therefore, it is not a violation of this section if the reading or recognition of a rear license plate is obstructed or impaired by a wheelchair lift or wheelchair carrier and all of the following requirements are met:
- (A) The owner of the vehicle has been issued a special identification license plate pursuant to Section 5007, or the person using the wheelchair that is carried on the vehicle has been issued a distinguishing placard under Section 22511.55.
- (B) (i) The operator of the vehicle displays a decal, designed and issued by the department, that contains the license plate number assigned to the vehicle transporting the wheelchair.
- (ii) The decal is displayed on the rear window of the vehicle, in a location determined by the department, in consultation with the Department of the California Highway Patrol, so as to be clearly visible to law enforcement.
- (2) Notwithstanding any other law, if a decal is displayed pursuant to this subdivision, the requirements of this code that require the illumination of the license plate and the license plate number do not apply.
- (3) The department shall adopt regulations governing the procedures for accepting and approving applications for decals, and issuing decals, authorized by this subdivision.
  - (4) This subdivision does not apply to a front license plate.
- (e) This section shall become inoperative on July 1 2015, and, as of January 1, 2016, is repealed, unless a later enacted statute, that becomes operative on or before January 1, 2016, deletes or extends the dates on which it becomes inoperative and is repealed.
- (e) This section shall become inoperative on the date that the temporary license plate system described in Section 1686 becomes operational and the director prominently posts a declaration to

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that effect on the department's Internet Web site, and is repealed
on January 1 of the following year.

- SEC. 9. Section 5201 is added to the Vehicle Code, to read:
- 5201. (a) License plates, including temporary license plates, shall at all times be securely fastened to the vehicle for which they are issued so as to prevent the plates from swinging, shall be mounted in a position so as to be clearly visible, and so that the characters are upright and display from left to right, and shall be maintained in a condition so as to be clearly legible. The rear license plate shall be mounted not less than 12 inches nor more than 60 inches from the ground, and the front license plate shall be mounted not more than 60 inches from the ground, except as follows:
- (1) The rear license plate on a tow truck or repossessor's tow vehicle may be mounted on the left-hand side of the mast assembly at the rear of the cab of the vehicle, not less than 12 inches nor more than 90 inches from the ground.
- (2) The rear license plate on a tank vehicle hauling hazardous waste, as defined in Section 25117 of the Health and Safety Code, or asphalt material may be mounted not less than 12 inches nor more than 90 inches from the ground.
- (3) The rear license plate on a truck tractor may be mounted at the rear of the cab of the vehicle, but not less than 12 inches nor more than 90 inches from the ground.
- (4) The rear license plate of a vehicle designed by the manufacturer for the collection and transportation of garbage, rubbish, or refuse that is used regularly for the collection and transportation of that material by a person or governmental entity employed to collect, transport, and dispose of garbage, rubbish, or refuse may be mounted not less than 12 inches nor more than 90 inches from the ground.
- (5) The rear license plate on a two-axle livestock trailer may be mounted 12 inches or more, but not more than 90 inches, from the ground.
- (6) (A) The rear license plate on a dump bed motortruck equipped with a trailing, load bearing swing axle shall be mounted more than 12 inches, but not more than 107 inches, from the ground.
- 39 (B) As used in this section, a trailing, load bearing swing axle 40 is an axle which can be moved from a raised position to a position

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behind the vehicle that allows for the transfer of a portion of the weight of the vehicle and load to the trailing axle.

- (b) A person shall replace temporary license plates with permanent license plates upon receipt of the permanent license plates, and shall destroy the temporary license plates at that time.
- (c) A covering shall not be used on license plates except as follows:
- (1) The installation of a cover over a lawfully parked vehicle to protect it from the weather and the elements does not constitute a violation of this subdivision. A peace officer or other regularly salaried employee of a public agency designated to enforce laws, including local ordinances, relating to the parking of vehicles may temporarily remove so much of the cover as is necessary to inspect any license plate, tab, or indicia of registration on a vehicle.
- (2) The installation of a license plate security cover is not a violation of this subdivision if the device does not obstruct or impair the recognition of the license plate information, including, but not limited to, the issuing state, license plate number, and registration tabs, and the cover is limited to the area directly over the top of the registration tabs. No portion of a license plate security cover shall rest over the license plate number.
- (d) A casing, shield, frame, border, product, or other device that obstructs or impairs the reading or recognition of a license plate by an electronic device operated by state or local law enforcement, an electronic device operated in connection with a toll road, high-occupancy toll lane, toll bridge, or other toll facility, or a remote emission sensing device, as specified in Sections 44081 and 44081.6 of the Health and Safety Code, shall not be installed on, or affixed to, a vehicle.
- (e) (1) It is the intent of the Legislature that an accommodation be made to persons with disabilities and to those persons who regularly transport persons with disabilities, to allow the removal and relocation of wheelchair lifts and wheelchair carriers without the necessity of removing and reattaching the vehicle's rear license plate. Therefore, it is not a violation of this section if the reading or recognition of a rear license plate is obstructed or impaired by a wheelchair lift or wheelchair carrier and all of the following requirements are met:
- (A) The owner of the vehicle has been issued a special identification license plate pursuant to Section 5007, or the person

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using the wheelchair that is carried on the vehicle has been issued a distinguishing placard under Section 22511.55.

- (B) (i) The operator of the vehicle displays a decal, designed and issued by the department, that contains the license plate number assigned to the vehicle transporting the wheelchair.
- (ii) The decal is displayed on the rear window of the vehicle, in a location determined by the department, in consultation with the Department of the California Highway Patrol, so as to be clearly visible to law enforcement.
- (2) Notwithstanding any other law, if a decal is displayed pursuant to this subdivision, the requirements of this code that require the illumination of the license plate and the license plate number do not apply.
- (3) The department shall adopt regulations governing the procedures for accepting and approving applications for decals, and issuing decals, authorized by this subdivision.
  - (4) This subdivision does not apply to a front license plate.
- (f) This section shall become operative on July 1, 2015 the date that the temporary license plate system described in Section 1686 becomes operational and the director prominently posts a declaration to that effect on the department's Internet Web site.
- SEC. 10. Section 5202 of the Vehicle Code is amended to read: 5202. (a) A license plate issued by this state or any other jurisdiction within or without the United States shall be attached upon receipt and remain attached during the period of its validity to the vehicle for which it is issued while being operated within this state or during the time the vehicle is being held for sale in this state, or until the time that a vehicle with special or identification plates is no longer entitled to those plates; and a person shall not operate, and an owner shall not knowingly permit to be operated, upon any highway, a vehicle unless the license plate is so attached. A special permit issued in lieu of plates shall be attached and displayed on the vehicle for which the permit was issued during the period of the permit's validity.
- (b) This section shall become inoperative on July 1, 2015, and, as of January 1, 2016, is repealed, unless a later enacted statute, that becomes operative on or before January 1, 2016, deletes or extends the dates on which it becomes inoperative and is repealed.
- (b) This section shall become inoperative on the date that the temporary license plate system described in Section 1686 becomes

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operational and the director prominently posts a declaration to that effect on the department's Internet Web site, and is repealed on January 1 of the following year.

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SEC. 11. Section 5202 is added to the Vehicle Code, to read: 5202. (a) A license plate issued by this state or any other jurisdiction within or without the United States shall be attached upon receipt and remain attached during the period of its validity to the vehicle for which it is issued while being operated within this state or during the time the vehicle is being held for sale in this state, or until the time that a vehicle with special or identification plates is no longer entitled to those plates; and a person shall not operate, and an owner shall not knowingly permit to be operated, upon any highway, a vehicle unless the license plate is so attached. A special permit or temporary license plate issued in lieu of permanent license plates shall be attached and displayed on the vehicle until the temporary license plate or the permit expires, or the permanent license plates are received, whichever occurs first.

- (b) A violation of this section is an infraction punishable by a base fine of twenty-five dollars (\$25) for a first offense and forty dollars (\$40) for each subsequent offense in the same year.
- (c) This section shall become operative on July 1, 2015 the date that the temporary license plate system described in Section 1686 becomes operational and the director prominently posts a declaration to that effect on the department's Internet Web site.
- SEC. 12. Section 5901 of the Vehicle Code is amended to read: 5901. (a) Every dealer or lessor-retailer, upon transferring by sale, lease, or otherwise any vehicle, whether new or used, of a type subject to registration under this code, shall, not later than the end of the fifth calendar day thereafter not counting the day of sale, give written notice of the transfer to the department at its headquarters upon an appropriate form provided by it.
- (b) Except as otherwise provided in this subdivision or in subdivision (c), the dealer or lessor-retailer shall enter on the form and pursuant to Section 32705(a) of Title 49 of the United States Code, on the ownership certificate, the actual mileage of the vehicle as indicated by the vehicle's odometer at the time of the transfer. However, if the vehicle dealer or lessor-retailer has knowledge that the mileage displayed on the odometer is incorrect, the licensee shall indicate on the form on which the mileage is entered that the

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mileage registered by the odometer is incorrect. A vehicle dealer or lessor-retailer need not give the notice when selling or transferring a new unregistered vehicle to a dealer or lessor-retailer.

- (c) When the dealer or lessor-retailer is not in possession of the vehicle that is sold or transferred, the person in physical possession of the vehicle shall give the information required by subdivision (b).
- (d) A sale is deemed completed and consummated when the purchaser of the vehicle has paid the purchase price, or, in lieu thereof, has signed a purchase contract or security agreement, and has taken physical possession or delivery of the vehicle.
- (e) This section shall become inoperative on July 1, 2015, and, as of January 1, 2016, is repealed, unless a later enacted statute, that becomes operative on or before January 1, 2016, deletes or extends the dates on which it becomes inoperative and is repealed.
- (e) This section shall become inoperative on the date that the temporary license plate system described in Section 1686 becomes operational and the director prominently posts a declaration to that effect on the department's Internet Web site, and is repealed on January 1 of the following year.
  - SEC. 13. Section 5901 is added to the Vehicle Code, to read:
- 5901. (a) Every dealer or lessor-retailer, upon transferring by sale, lease, or otherwise any vehicle, whether new or used, of a type subject to registration under this code, shall, on the day of sale, give electronic notice of the transfer to the department in a manner approved by it.
- (b) Except as otherwise provided in this subdivision or in subdivision (c), the dealer or lessor-retailer shall enter on an appropriate form and, pursuant to Section 32705(a) of Title 49 of the United States Code, on the ownership certificate, the actual mileage of the vehicle as indicated by the vehicle's odometer at the time of the transfer. However, if the vehicle dealer or lessor-retailer has knowledge that the mileage displayed on the odometer is incorrect, the licensee shall indicate on the form on which the mileage is entered that the mileage registered by the odometer is incorrect. A vehicle dealer or lessor-retailer need not give the notice when selling or transferring a new unregistered vehicle to a dealer or lessor-retailer.
- (c) When the dealer or lessor-retailer is not in possession of the vehicle that is sold or transferred, the person in physical possession

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of the vehicle shall give the information required by subdivision (b).

- (d) A sale is deemed completed and consummated when the purchaser of the vehicle has paid the purchase price, or, in lieu thereof, has signed a purchase contract or security agreement, and has taken physical possession or delivery of the vehicle.
- (e) This section shall become operative on July 1, 2015. the date that the temporary license plate system described in Section 1686 becomes operational and the director prominently posts a declaration to that effect on the department's Internet Web site.
- SEC. 14. Section 40610 of the Vehicle Code is amended to read:
- 40610. (a) (1) Except as provided in paragraph (2), if, after an arrest, accident investigation, or other law enforcement action, it appears that a violation has occurred involving a registration, license, all-terrain vehicle safety certificate, or mechanical requirement of this code, and none of the disqualifying conditions set forth in subdivision (b) exist and the investigating officer decides to take enforcement action, the officer shall prepare, in triplicate, and the violator shall sign, a written notice containing the violator's promise to correct the alleged violation and to deliver proof of correction of the violation to the issuing agency.
- (2) If any person is arrested for a violation of Section 4454, and none of the disqualifying conditions set forth in subdivision (b) exist, the arresting officer shall prepare, in triplicate, and the violator shall sign, a written notice containing the violator's promise to correct the alleged violation and to deliver proof of correction of the violation to the issuing agency. In lieu of issuing a notice to correct violation pursuant to this section, the officer may issue a notice to appear, as specified in Section 40522.
- (b) Pursuant to subdivision (a), a notice to correct violation shall be issued as provided in this section or a notice to appear shall be issued as provided in Section 40522, unless the officer finds any of the following:
  - (1) Evidence of fraud or persistent neglect.
  - (2) The violation presents an immediate safety hazard.
- (3) The violator does not agree to, or cannot, promptly correct the violation.
- (c) If any of the conditions set forth in subdivision (b) exist, the procedures specified in this section or Section 40522 are

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inapplicable, and the officer may take other appropriate enforcement action.

- (d) Except as otherwise provided in subdivision (a), the notice to correct violation shall be on a form approved by the Judicial Council and, in addition to the owner's or operator's address and identifying information, shall contain an estimate of the reasonable time required for correction and proof of correction of the particular defect, not to exceed 30 days, or 90 days for the all-terrain vehicle safety certificate.
- (e) This section shall become inoperative on July 1, 2015, and, as of January 1, 2016, is repealed, unless a later enacted statute, that becomes operative on or before January 1, 2016, deletes or extends the dates on which it becomes inoperative and is repealed.
- (e) This section shall become inoperative on the date that the temporary license plate system described in Section 1686 becomes operational and the director prominently posts a declaration to that effect on the department's Internet Web site, and is repealed on January 1 of the following year.
- SEC. 15. Section 40610 is added to the Vehicle Code, to read: 40610. (a) (1) Except as provided in paragraph (2), if, after an arrest, accident investigation, or other law enforcement action, it appears that a violation has occurred involving a registration, license, all-terrain vehicle safety certificate, or mechanical requirement of this code, and none of the disqualifying conditions set forth in subdivision (b) exist and the investigating officer decides to take enforcement action, the officer shall prepare, in triplicate, and the violator shall sign, a written notice containing the violator's promise to correct the alleged violation and to deliver proof of correction of the violation to the issuing agency.
- (2) If any person is arrested for a violation of Section 4454, and none of the disqualifying conditions set forth in subdivision (b) exist, the arresting officer shall prepare, in triplicate, and the violator shall sign, a written notice containing the violator's promise to correct the alleged violation and to deliver proof of correction of the violation to the issuing agency. In lieu of issuing a notice to correct violation pursuant to this section, the officer may issue a notice to appear, as specified in Section 40522.
- (b) Pursuant to subdivision (a), a notice to correct violation shall be issued as provided in this section or a notice to appear shall be

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1 issued as provided in Section 40522, unless the officer finds any 2 of the following:

(1) Evidence of fraud or persistent neglect.

- (2) The violation presents an immediate safety hazard.
- (3) The violator does not agree to, or cannot, promptly correct the violation.
  - (4) The vehicle is being operated in violation of Section 5202.
- (c) If any of the conditions set forth in subdivision (b) exist, the procedures specified in this section or Section 40522 are inapplicable, and the officer may take other appropriate enforcement action.
- (d) Except as otherwise provided in subdivision (a), the notice to correct violation shall be on a form approved by the Judicial Council and, in addition to the owner's or operator's address and identifying information, shall contain an estimate of the reasonable time required for correction and proof of correction of the particular defect, not to exceed 30 days, or 90 days for the all-terrain vehicle safety certificate.
- (e) This section shall become operative on July 1, 2015. the date that the temporary license plate system described in Section 1686 becomes operational and the director prominently posts a declaration to that effect on the department's Internet Web site.
- SEC. 16. No reimbursement is required by this act pursuant to Section 6 of Article XIII B of the California Constitution because the only costs that may be incurred by a local agency or school district will be incurred because this act creates a new crime or infraction, eliminates a crime or infraction, or changes the penalty for a crime or infraction, within the meaning of Section 17556 of the Government Code, or changes the definition of a crime within the meaning of Section 6 of Article XIII B of the California Constitution.